



# Sementis Ltd

ABN: 36 138 550 811

## Financial report

For the year ended 30 June 2022

*Pitcher Partners*

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**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**DIRECTORS' REPORT**

The directors present their report together with the financial report of Sementis Ltd (the "Company") for the year ended 30 June 2022 and auditor's report thereon.

**Directors names**

The names of the directors in office at any time during or since the end of the year are:

Martyn Evans

Michael Hickinbotham

Anna Lavelle

Maurice O'Shannassy (resigned 21 July 2021)

The directors have been in office since the start of the year to the date of this report unless otherwise stated.

**Results**

The loss of the company for the year after providing for income tax amounted to \$2,153,752 (2021: \$2,225,220).

**Review of operations**

The company continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

**Significant changes in state of affairs**

There were no significant changes in the company's state of affairs that occurred during the financial year, other than those referred to elsewhere in this report.

**Principal activities**

The principal activity of the company during the year was research and development of medicinal vaccines.

No significant change in the nature of these activities occurred during the year.

**After balance date events**

Particulars of matters or circumstances that have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years are as follows:

On 18 October 2022, there was a share issue for 166,600,000 ordinary shares at \$0.01 per share, total value being \$1,666,000.

**DIRECTORS' REPORT**

**Likely developments**

The company expects to maintain the present status and level of operations.

**Environmental regulation**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

**Dividends paid, recommended and declared**

No dividends were paid or declared since the start of the year. No recommendation for payment of dividends has been made.

**Information on directors and company secretary**

<b>Martyn Evans</b>	Non-Executive Chairman
Qualifications	BSc, GDipBA
Experience	Martyn is a former member of State and Federal Parliament and held the office of South Australian Minister for Health from 1992 to 1993 and of Federal Shadow Minister of Science from 1996 to 2001. Since retiring from politics, Martyn has held several roles included working as the Director of Community Engagement at the University of Adelaide, chairing the South Australian Ministerial Advisory Committee on End of Life Matters and advising Medicines Australia on policy and government affairs. Martyn currently practices as a strategic consultant.
<b>Michael Hickinbotham</b>	Non-Executive Director
Qualifications	BEC LLB
Experience	Michael is the Managing Director of the Hickinbotham Group which is the largest and longest established building and development group in South Australia and has been awarded a Centenary Medal for service to the Australian Building industry and community. He has a strong interest in entrepreneurial ventures that create value as well as innovation, education, and community building having established Australia's, and one of the world's, first joint ecumenical Anglican Catholic Schools at Andrews Farm in the north of Adelaide. He also funds educational scholarships for children from high needs families, and supports many cultural, sporting and community groups and charities. Prior to joining the Hickinbotham Group, Michael was a solicitor at the Melbourne office of national law firm Blake Dawson (now Ashurst) and he holds a degree in Economics from the university of Adelaide and an Honours degree in Law From University College London.

**DIRECTORS' REPORT**

**Information on directors and company secretary (Continued)**

**Anna Lavelle** PhD, FTSE, GAICD  
 Qualifications Non-Executive Director  
 Experience Dr Anna Lavelle is an experienced Non – Executive Director serving for over 25 years on the boards of not for profit, government and for profit entities. As Executive Director and Non Executive Director she has a lengthy track record in healthcare delivery, technology development and negotiating policy/legislative outcomes. Anna has a PhD in Genetics from the University of Melbourne and is a Graduate of the Australian Institute of Company Directors (GAICD). Anna is a Fellow of the Academy of Technology Science and Engineering (FTSE) and is also a Fellow of the Leadership Victoria Program. In 2015 Nature Scientific America, World View ranked Anna in the global top 100 “World Visionaries” in biotechnology. Anna was the only Australian to be named. In addition, Anna was awarded the Johnson and Johnson Industry Excellence Award in 2018 and the BioMelbourne Women in Leadership Award 2019.

**Maurice O'Shannassy** Executive Director and Chief Operating Officer (resigned 21 July 2021)  
 Experience Maurice spent twenty five years in the financial services industry in Australia, the United Kingdom and Asia. His most recent role was that of CEO of BlackRock Investment Management in Australia. Prior to that he was CEO and CIO of the Asian operations of BlackRock's antecedents, Merrill Lynch Investment Management and Mercury Asset Management, and prior to that he headed the Emerging Markets Investment team for Mercury Asset Management in London. He began his career as an Economist in the Commonwealth Treasury in Canberra. He currently holds a number of Directorships in a variety of industries and not for profit organisations.

**Meetings of directors**

Directors	Directors' meetings	
	Number eligible to attend	Number attended
Martyn Evans	11	11
Michael Hickinbotham	11	11
Anna Lavelle	11	11
Maurice O'Shannassy	1	1

DIRECTORS' REPORT

**Options (Continued)**

**Shares under option**

Unissued ordinary shares of Sementis Ltd under option at the date of this report are as follows:

Date options granted	Number of unissued ordinary shares under option	Issue price of shares	Expiry date of the options
22/01/2019	3,050,000	0.01	22/01/2031

No option holder has any right under the options to participate in any other share issue of the company.

**Shares issued on exercise of options**

No shares were issued during the year or up to the date of this report on exercise of options.

**Indemnification of officers**

No indemnities have been given or insurance premiums paid, during or since the end of the year, for any person who is or has been an officer of the company.

Pursuant to the Company's constitution, except as may be prohibited by the *Corporations Act 2001*, every officer or agent of the company is indemnified out of the property of the Company against any liability incurred by him or her in his or her capacity as officer or agent of the Company, unless the liability arises out of conduct involving a lack of good faith.

**Indemnification of auditors**

No indemnities have been given or insurance premiums paid, during or since the end of the year, for any person who is or has been an auditor of the company.

**Auditor's independence declaration**

A copy of the auditor's independence declaration under section 307C of the *Corporations Act 2001* in relation to the audit for the financial year is provided with this report.

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**DIRECTORS' REPORT**

**Proceedings on behalf of the company**

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

Signed on behalf of the Board of Directors.

Director:  \_\_\_\_\_  
Martyn Evans

Dated this 24th day of October 2022

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE DIRECTORS OF SEMENTIS LTD**

In relation to the independent audit for the year ended 30 June 2022, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- (ii) no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.



S D WHITCHURCH

Partner



PITCHER PARTNERS

Melbourne

Date: 24 October 2022



**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>Revenue</b>	2	310,909	640,000
<b>Less: expenses</b>			
Depreciation and amortisation expense	3	(20,410)	(25,350)
Employee benefits expense	3	(944,104)	(731,368)
Finance costs	3	(273)	(798)
Research and development expense	3	(1,879,760)	(2,073,622)
Administration Expense		(146,380)	(524,155)
Other expenses		<u>(495,557)</u>	<u>(551,994)</u>
		<u>(3,486,484)</u>	<u>(3,907,287)</u>
<b>Loss before income tax expense</b>		(3,175,575)	(3,267,287)
Income tax benefit		<u>1,021,823</u>	<u>1,042,067</u>
<b>Loss from continuing operations</b>		<u>(2,153,752)</u>	<u>(2,225,220)</u>
<b>Other comprehensive income for the year</b>		<u>-</u>	<u>-</u>
<b>Total comprehensive income</b>		<u><u>(2,153,752)</u></u>	<u><u>(2,225,220)</u></u>

The accompanying notes form part of these financial statements.

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>Current assets</b>			
Cash and cash equivalents	4	4,544,414	1,281,615
Receivables	5	1,022,776	1,159,332
Other assets	6	<u>6,181</u>	<u>247,395</u>
<b>Total current assets</b>		<u>5,573,371</u>	<u>2,688,342</u>
<b>Non-current assets</b>			
Plant and equipment	7	<u>77,595</u>	<u>87,445</u>
<b>Total non-current assets</b>		<u>77,595</u>	<u>87,445</u>
<b>Total assets</b>		<u>5,650,966</u>	<u>2,775,787</u>
<b>Current liabilities</b>			
Payables	8	348,923	615,218
Provisions	9	<u>55,721</u>	<u>21,559</u>
<b>Total current liabilities</b>		<u>404,644</u>	<u>636,777</u>
<b>Non-current liabilities</b>			
Provisions	9	<u>6,779</u>	<u>2,028</u>
<b>Total non-current liabilities</b>		<u>6,779</u>	<u>2,028</u>
<b>Total liabilities</b>		<u>411,423</u>	<u>638,805</u>
<b>Net assets</b>		<u>5,239,543</u>	<u>2,136,982</u>
<b>Equity</b>			
Share capital	10	26,726,706	21,470,393
Accumulated losses	11	<u>(21,487,163)</u>	<u>(19,333,411)</u>
<b>Total equity</b>		<u>5,239,543</u>	<u>2,136,982</u>

The accompanying notes form part of these financial statements.

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Share Capital	Accumulated	Total equity
	\$	Losses	\$
	\$	\$	\$
<b>Balance as at 1 July 2020</b>	19,470,393	(17,108,191)	2,362,202
Loss for the year	<u>-</u>	<u>(2,225,220)</u>	<u>(2,225,220)</u>
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(2,225,220)</u>	<u>(2,225,220)</u>
<b>Transactions with owners in their capacity as owners:</b>			
Contributions	<u>2,000,000</u>	<u>-</u>	<u>2,000,000</u>
<b>Total transactions with owners in their capacity as owners</b>	<u>2,000,000</u>	<u>-</u>	<u>2,000,000</u>
<b>Balance as at 30 June 2021</b>	<u>21,470,393</u>	<u>(19,333,411)</u>	<u>2,136,982</u>
<b>Balance as at 1 July 2021</b>	21,470,393	(19,333,411)	2,136,982
Loss for the year	<u>-</u>	<u>(2,153,752)</u>	<u>(2,153,752)</u>
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(2,153,752)</u>	<u>(2,153,752)</u>
<b>Transactions with owners in their capacity as owners:</b>			
Contributions	<u>5,256,313</u>	<u>-</u>	<u>5,256,313</u>
<b>Total transactions with owners in their capacity as owners</b>	<u>5,256,313</u>	<u>-</u>	<u>5,256,313</u>
<b>Balance as at 30 June 2022</b>	<u>26,726,706</u>	<u>(21,487,163)</u>	<u>5,239,543</u>

The accompanying notes form part of these financial statements.

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>Cash flow from operating activities</b>			
Receipts from customers		430,000	510,000
Payments to suppliers and employees		(3,200,036)	(3,451,834)
ATO Cash flow boost		-	50,000
R&D income tax incentive		<u>1,042,067</u>	<u>1,241,326</u>
<b>Net cash used in operating activities</b>		<u>(1,727,969)</u>	<u>(1,650,508)</u>
<b>Cash flow from investing activities</b>			
Payment for plant and equipment and intangibles		<u>(10,560)</u>	<u>(9,976)</u>
<b>Net cash used in investing activities</b>		<u>(10,560)</u>	<u>(9,976)</u>
<b>Cash flow from financing activities</b>			
Proceeds from share issue		5,001,328	966,281
Prepayment of shares		<u>-</u>	<u>254,985</u>
<b>Net cash provided by financing activities</b>		<u>5,001,328</u>	<u>1,221,266</u>
<b>Reconciliation of cash</b>			
Cash at beginning of the financial year		1,281,615	1,720,833
Net (decrease) in cash held		<u>3,262,799</u>	<u>(439,218)</u>
<b>Cash at end of financial year</b>	12(a)	<u>4,544,414</u>	<u>1,281,615</u>

The accompanying notes form part of these financial statements.

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial report is a general purpose financial report that has been prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standards - Simplified Disclosures. This includes compliance with the recognition and measurement requirements of all Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the disclosure requirements of *AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*.

This financial report is the first financial report of the company prepared in accordance with Australian Accounting Standards - Simplified Disclosures. The prior year financial report was prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements. The transition from the previous financial reporting framework to Australian Accounting Standards - Simplified Disclosures has not affected the company's reported financial position, financial performance and cash flows.

The financial report covers Sementis Ltd as an individual entity. Sementis Ltd is a company limited by shares, incorporated and domiciled in Australia. Sementis Ltd is a for-profit entity for the purpose of preparing the financial statements.

The financial report was approved by the directors as at the date of the directors' report.

The following are the significant accounting policies adopted by the company in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**(a) Basis of preparation of the financial report**

*Historical Cost Convention*

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

**(b) Going concern**

The directors have prepared the financial report on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Company incurred a loss from ordinary activities of \$2,153,752 during the year ended 30 June 2022 (2021: \$2,225,220 loss), and as at that date the Company had a current asset surplus of \$5,168,727 (2021: \$2,051,565) and net assets of \$5,239,543 (2021: \$2,136,982).

Through recent capital raising and grant income the directors expect to have sufficient cash flows for the following 12 months in order to continue as a going concern and to allow them to continue expenditure on research and development in FY2022.

As a result, at the date of this report, the Directors consider the going concern basis of accounting is appropriate for the Company based on the factors outlined above.

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(b) Going concern (Continued)**

While the Directors consider the going concern basis of accounting appropriate, they continue to monitor expenditure closely as part of their capital management strategy.

No adjustments have been made to the financial report relating to the recoverability and classification of the carrying amount of assets or the amount and classification of liabilities that might be necessary should the Company not continue as a going concern.

**(c) Foreign currency transactions and balances**

*Functional and presentation currency*

The financial statements are presented in Australian dollars which is the company's functional and presentation currency.

*Transactions and Balances*

Transactions undertaken in foreign currencies are recognised in the company's functional currency, using the spot rate at the date of the transaction.

Foreign currency monetary items that are outstanding at the reporting date (other than monetary items arising under foreign currency contracts where the exchange rate for that monetary item is fixed in the contract) are restated to the spot rate at the reporting date.

Except for certain foreign currency hedges, all exchange gains or losses are recognised in profit or loss for the period in which they arise.

**(d) Other revenue and other income**

*Grant income*

Government grants are recognised when there is reasonable certainty that the grant will be received and all grant conditions are met.

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(e) Income tax**

Current income tax expense or revenue is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities.

Deferred tax assets and liabilities are recognised for temporary differences at the applicable tax rates when the assets are expected to be recovered or liabilities are settled. Deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not recognised if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Current and deferred tax balances attributable to amounts recognised directly in equity are also recognised directly in equity.

**(f) Cash and cash equivalents**

Cash and cash equivalents include cash on hand and at banks, short-term deposits with an original maturity of three months or less held at call with financial institutions, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

**(g) Plant and equipment**

Each class of plant and equipment is measured at cost or fair value less, where applicable, any accumulated depreciation and any accumulated impairment losses.

*Plant and equipment*

Plant and equipment is measured at cost, less accumulated depreciation and any accumulated impairment losses.

*Depreciation*

The depreciable amount of all other plant and equipment is depreciated over their estimated useful lives commencing from the time the asset is held available for use, consistent with the estimated consumption of the economic benefits embodied in the asset.

<b>Class of fixed asset</b>	<b>Depreciation rates</b>	<b>Depreciation basis</b>
Plant and equipment at cost	20-50%	Diminishing value
Office equipment at cost	50-100%	Diminishing value
Computer software	25%	Straight line

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(h) Research and development expenditure**

Expenditure on research activities is recognised as an expense when incurred.

Development costs are capitalised when the company can demonstrate all of the following: the technical feasibility of completing the asset so that it will be available for use or sale; the intention to complete the asset and use or sell it; the ability to use or sell the asset; how the asset will generate probable future economic benefits; the availability of adequate technical, financial and other resources to complete the development and to use or sell the asset; and the ability to measure reliably the expenditure attributable to the asset during its development. Capitalised development costs are amortised over their estimated useful lives commencing from the time the asset is available for use. The amortisation method applied to capitalised development costs is consistent with the estimated consumption of economic benefits of the asset. Subsequent to initial recognition, capitalised development costs are measured at cost, less accumulated amortisation and any accumulated impairment losses.

Other development expenditure is recognised as an expense when incurred.

**(i) Employee benefits**

*(i) Short-term employee benefit obligations*

Liabilities arising in respect of wages and salaries, annual leave and other employee benefits (other than termination benefits) expected to be settled wholly before twelve months after the end of the reporting period are measured at the (undiscounted) amounts based on remuneration rates which are expected to be paid when the liability is settled. The expected cost of short-term employee benefits in the form of compensated absences such as annual leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables in the statement of financial position.

*(ii) Long-term employee benefit obligations*

The provision for other long-term employee benefits, including obligations for long service leave and annual leave, which are not expected to be settled wholly before twelve months after the end of the reporting period, are measured at the present value of the estimated future cash outflow to be made in respect of the services provided by employees up to the reporting date. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee turnover, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms approximating to the terms of the related obligation. For currencies in which there is no deep market in such high quality corporate bonds, the market yields (at the end of the reporting period) on government bonds denominated in that currency are used. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the change occurs.

Other long-term employee benefit obligations are presented as current liabilities in the statement of financial position if the company does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur. All other long-term employee benefit obligations are presented as non-current liabilities in the statement of financial position.



**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(i) Employee benefits (Continued)**

*(iii) Retirement benefit obligations*

*Defined contribution superannuation plan*

The company makes superannuation contributions to the employee's defined contribution superannuation plan of choice in respect of employee services rendered during the year. These superannuation contributions are recognised as an expense in the same period when the related employee services are received. The company's obligation with respect to employee's defined contributions entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the statement of financial position.

**(j) Comparatives**

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

	<b>2022</b>	<b>2021</b>
	\$	\$
<b>NOTE 2: REVENUE</b>		
Other income		
Subsidies and grants	220,000	590,000
ATO cash flow boost	-	50,000
Other income	<u>90,909</u>	<u>-</u>
	<u><u>310,909</u></u>	<u><u>640,000</u></u>

**NOTE 3: OPERATING PROFIT**

Losses before income tax has been determined after:

Depreciation		
- plant and equipment	15,770	19,081
- office equipment	-	2,866
- computer equipment	<u>4,640</u>	<u>3,403</u>
	20,410	25,350
Research and development costs	1,879,760	2,073,622
Employee benefits:		
- Other employee benefits	944,104	731,368

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 3: OPERATING PROFIT (CONTINUED)</b>		
Remuneration of auditors for: Pitcher Partners (Melbourne) Audit and assurance services - Audit of the financial report	29,300	28,200
Other non-audit services - Taxation services	<u>5,880</u>	<u>5,300</u>
	<u><u>35,180</u></u>	<u><u>33,500</u></u>
 <b>NOTE 4: CASH AND CASH EQUIVALENTS</b>		
Cash at bank	<u><u>4,544,414</u></u>	<u><u>1,281,615</u></u>
 <b>NOTE 5: RECEIVABLES</b>		
CURRENT		
Receivables from contracts	-	80,000
Other receivables GST Input Credits R&D tax incentive receivable	<u>953</u>	<u>37,265</u>
	<u>1,021,823</u>	<u>1,042,067</u>
	<u>1,022,776</u>	<u>1,079,332</u>
	<u><u>1,022,776</u></u>	<u><u>1,159,332</u></u>
 <b>NOTE 6: OTHER ASSETS</b>		
CURRENT		
Prepayments	<u><u>6,181</u></u>	<u><u>247,395</u></u>

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 7: PLANT AND EQUIPMENT</b>		
<b>Plant and equipment</b>		
Plant and equipment at cost	736,206	736,206
Accumulated depreciation	<u>(677,118)</u>	<u>(661,348)</u>
	59,088	74,858
Office equipment at cost	26,082	26,082
Accumulated depreciation	<u>(26,082)</u>	<u>(26,082)</u>
	-	-
Computer software at cost	60,627	50,067
Accumulated depreciation	<u>(42,120)</u>	<u>(37,480)</u>
	<u>18,507</u>	<u>12,587</u>
Total plant and equipment	<u><u>77,595</u></u>	<u><u>87,445</u></u>
<b>(a) Reconciliations</b>		
<i>Plant and equipment</i>		
Opening carrying amount	74,858	93,939
Depreciation expense	<u>(15,770)</u>	<u>(19,081)</u>
Closing carrying amount	<u><u>59,088</u></u>	<u><u>74,858</u></u>
<i>Office equipment</i>		
Additions	-	2,866
Disposals	<u>-</u>	<u>(2,866)</u>
Closing carrying amount	<u><u>-</u></u>	<u><u>-</u></u>
<i>Computer Software</i>		
Opening carrying amount	12,587	8,880
Additions	10,560	7,110
Depreciation expense	<u>(4,640)</u>	<u>(3,403)</u>
Closing carrying amount	<u><u>18,507</u></u>	<u><u>12,587</u></u>
<i>Total property, plant and equipment</i>		
Carrying amount at 1 July	87,445	102,819
Additions	10,560	9,976
Disposals	-	(2,866)
Depreciation expense	<u>(20,410)</u>	<u>(22,484)</u>
Carrying amount at 30 June	<u><u>77,595</u></u>	<u><u>87,445</u></u>

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	\$	\$
<b>NOTE 8: PAYABLES</b>		
CURRENT		
<i>Unsecured liabilities</i>		
Other payables	22,191	19,365
Accrued expenses	326,732	340,868
Capital contributions received in advance	<u>-</u>	<u>254,985</u>
	<u><b>348,923</b></u>	<u><b>615,218</b></u>

**NOTE 9: PROVISIONS**

CURRENT		
Employee benefits	<u>55,721</u>	<u>21,559</u>
NON-CURRENT		
Employee benefits	<u><u>6,779</u></u>	<u><u>2,028</u></u>

**NOTE 10: SHARE CAPITAL**

Issued and paid-up capital			
2,169,226,233 (2021: 1,643,839,733) ordinary shares	(a)	27,022,706	21,766,393
Less: Shares held as treasury shares		<u>(296,000)</u>	<u>(296,000)</u>
		<u><b>26,726,706</b></u>	<u><b>21,470,393</b></u>

	2022		2021	
	Number	\$	Number	\$
<b>(a) Ordinary shares</b>				
Opening balance	1,643,839,733	21,470,393	1,414,239,689	19,470,393
Shares issued:				
6 July 2020	-	-	200,000,044	2,000,000
15 October 2020	-	-	20,800,000	-
31 March 2021	-	-	8,800,000	-
19 August 2021	<u>525,631,171</u>	<u>5,256,313</u>	<u>-</u>	<u>-</u>
	<u><b>525,631,171</b></u>	<u><b>5,256,313</b></u>	<u><b>229,600,044</b></u>	<u><b>2,000,000</b></u>
At reporting date	<u><b>2,169,470,904</b></u>	<u><b>26,726,706</b></u>	<u><b>1,643,839,733</b></u>	<u><b>21,470,393</b></u>

**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**NOTE 10: SHARE CAPITAL (CONTINUED)**

**Rights of each type of share**

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

	<b>2022</b>	<b>2021</b>
	\$	\$
<b>NOTE 11: ACCUMULATED LOSSES</b>		
Accumulated Losses at beginning of year	(19,333,411)	(17,108,191)
Net loss	<u>(2,153,752)</u>	<u>(2,225,220)</u>
	<u>(21,487,163)</u>	<u>(19,333,411)</u>

**NOTE 12: CASH FLOW INFORMATION**

**(a) Reconciliation of cash**

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

Cash at bank	<u>4,544,414</u>	<u>1,281,615</u>
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**NOTE 13: KEY MANAGEMENT PERSONNEL COMPENSATION**

Total compensation paid or payable to key management personnel	<u>591,675</u>	<u>597,234</u>
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**NOTE 14: RELATED PARTY TRANSACTIONS**

**(a) Transactions with key management personnel of the entity or its parent and their personally related entities**

During the financial year, Sementis Ltd entered into the following transactions with key management personnel:

Alan Hickinbotham Pty Ltd provided accounting services to Sementis Ltd, totaling \$74,000 (excluding GST).

**NOTE 15: CAPITAL AND LEASING COMMITMENTS**

**Contracts committed**

- not later than one year	232,214	137,188
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**SEMENTIS LTD**  
**ABN: 36 138 550 811**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 15: CAPITAL AND LEASING COMMITMENTS (CONTINUED)</b>		
- later than one year and not later than five years	-	-
- later than five years	-	-
	<u>232,214</u>	<u>137,188</u>

**NOTE 16: EVENTS SUBSEQUENT TO REPORTING DATE**

On 18 October 2022, there was a share issue for 166,600,000 ordinary shares at \$0.01 per share, total value being \$1,666,000.

Apart from the above, there has been no matter or circumstance, which has arisen since 30 June 2022 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 30 June 2022, of the Company, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 30 June 2022, of the Company.

**NOTE 17: COMPANY DETAILS**

The registered office of the company is:

Sementis Ltd  
Hickinbotham Group of Companies  
25 North Terrace  
Hackney SA 5069

**DIRECTORS' DECLARATION**

The directors of the Company declare that:

1. In the directors opinion, the financial statements and notes thereto, as set out on pages 7 - 20, are in accordance with the *Corporations Act 2001*, including:
  - (a) complying with Australian Accounting Standards - Simplified Disclosures and the *Corporations Regulations 2001*; and
  - (b) giving a true and fair view of the financial position as at 30 June 2022 and performance for the year ended on that date of the Company.
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director:   
Martyn Evans

Dated this 24th day of October 2022

SEMENTIS LTD  
ABN: 36 138 550 811

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SEMENTIS LTD

**Report on the Audit of the Financial Report**

*Opinion*

We have audited the financial report of Sementis Ltd, "the Company", which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Sementis Ltd, is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards - Simplified Disclosures and the *Corporations Regulations 2001*.

*Basis for Opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* "the Code" that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*Other Information*

The directors are responsible for the other information. The other information comprises the information included in the Company's director's report for the year ended 30 June 2022, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or



SEMENTIS LTD  
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**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SEMENTIS LTD**

*Other Information (Continued)*

our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

*Responsibilities of the Directors for the Financial Report*

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

*Auditor's Responsibilities for the Audit of the Financial Report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

SEMENTIS LTD  
ABN: 36 138 550 811

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SEMENTIS LTD**

*Auditor's Responsibilities for the Audit of the Financial Report (Continued)*

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

SEMENTIS LTD  
ABN: 36 138 550 811

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SEMENTIS LTD

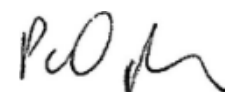
*Auditor's Responsibilities for the Audit of the Financial Report (Continued)*

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



S D WHITCHURCH

Partner



PITCHER PARTNERS

Melbourne

Date: 24 October 2022